

NEBRASKA DEPARTMENT
OF INSURANCE

FEB 26 2001

FILED

BEFORE THE DEPARTMENT OF INSURANCE
STATE OF NEBRASKASTATE OF NEBRASKA
DEPARTMENT OF INSURANCE,

PETITIONER

VS.

STEVEN M. MCGREGOR AND
CTC ENTERPRISES, INC. d/b/a
CLASSIC TITLE AND ESCROW
COMPANY,

RESPONDENTS.

CAUSE NO. A-1427

CONSENT ORDER

In order to resolve this matter, the Nebraska Department of Insurance ("Department") by and through its attorney, Christine Neighbors, and Steven M. McGregor, and CTC Enterprises, Inc. d/b/a Classic Title and Escrow Company, (collectively referred to as "Respondents") mutually stipulate and agree as follows:

JURISDICTION

1. The Department has jurisdiction over the subject matter and Respondent pursuant to Neb. Rev. Stat. §44-101.01 and §44-4001, et seq.
2. At all times material hereto, Steven M. McGregor was licensed as a resident insurance agent under the laws of Nebraska, and CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company, was a licensed title insurance agency under the laws of Nebraska. Steven M. McGregor is President of CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company.

STIPULATIONS OF FACT

1. CTC Enterprises, Inc. d/b/a Classic Title and Escrow Company ("Respondent Classic") is a licensed title insurance agency with a registered address of 11920

Burt Street, Suite 170, Omaha, NE 68154. Other offices include: 1521 Broadway Street, Dakota City, NE 68731; 102 E. 3rd Street, Suite 204, North Platte, NE 69101; 124 W. 46th Street, Woodridge Plaza, Suite 207, Kearney, NE 68848; 7215 South 83rd, Bay #8, LaVista, NE 68128; 500 W. Broadway, Council Bluffs, IA 51501.

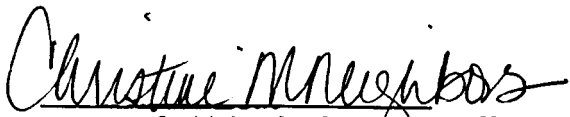
2. On or about February 2, 2001, the Nebraska Department of Insurance conducted an investigation of Respondents' business at 11920 Burt Street, Suite 170, Omaha, Nebraska. Preliminary reports of that investigation indicate that the Director has reasonable cause to believe Respondents have violated numerous provisions of the Nebraska insurance laws.
3. On February 5, 2001, the Department filed a petition alleging numerous violations of Nebraska insurance laws by Respondents.
4. Respondents were informed of the right to a public hearing. Respondents waive that right and enter into this Consent Order freely and voluntarily. Respondents understand and acknowledge that by waiving the right to a public hearing, Respondents also waives the right to confrontation of witnesses, production of evidence and judicial review.
5. Respondents neither admit nor deny the allegations contained in the Petition.

CONSENT ORDER

THE DIRECTOR OF INSURANCE HEREBY ORDERS, and the Respondent Steve McGregor agrees to, the surrender and revocation of Respondent Steve McGregor's resident insurance agent license on February 28, 2001.

It is further ordered by the Director, and agreed to by Respondent McGregor, that

Respondent McGregor shall have 45 days in which to relinquish all insurance agency operations relative to CTC Enterprises, Inc, d/b/a Classic Title and Escrow Company. To that end, it is understood and agreed to by the Director and the Respondent that the insurance agency operations shall be transferred to licensed agents and/or agencies with which Respondent McGregor has no ownership interest. It is further ordered by the Director, and agreed to by Respondent McGregor, that in the event the agency and/or all insurance operations related thereto have not been transferred by April 13, 2001, the insurance agency license held by Respondent CTC Enterprises, Inc. d/b/a Classic Title and Escrow Company shall be revoked on April 13, 2001. In witness of their intentions to be bound by this Consent Order, each party has executed this document by subscribing his or her signature below.


Attorney for Nebraska Department of Insurance
Respondent 941 "O" Street, Suite 400
Lincoln, Nebraska 68508

Date: 2/25/01


STEVEN M. MCGREGOR


John P. Grant
Attorney for Respondents

State of Nebraska)
County of Douglas)

On this 25th day of February, 2001, Steven M. McGregor personally appeared before me and read this Consent Order, executed the same, and acknowledged the same to be his voluntary act and deed.


Notary Public

JEANN DALL

CERTIFICATION

I hereby certify that the foregoing Consent Order is adopted as the Final Order of the Nebraska Department of Insurance in the matter of *State of Nebraska Department of Insurance vs. Steven M. McGregor and CTC Enterprises, Inc. d/b/a Classic title and Escrow Company*, Cause No. A-1427.

STATE OF NEBRASKA
DEPARTMENT OF INSURANCE

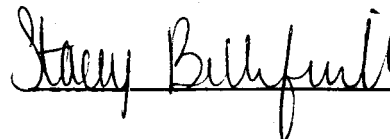


L. TIM WAGNER
Director of Insurance

DATE 2/26/01

CERTIFICATE OF SERVICE

I hereby certify that a copy of the executed Consent Order was sent by U.S. Mail, postage prepaid, to the Respondents at Respondents' address of 11920 Burt Street, Suite 170, Omaha, NE 68154 and to Respondents' attorney, John P. Grant at 3717 Harney Street, Omaha, NE 68131 by facsimile transmission and by certified mail, return receipt requested, on this 26 day of February, 2001



APR 13 2001

BEFORE THE DEPARTMENT OF INSURANCE
STATE OF NEBRASKA

CAUSE NO. A-1427

JURISDICTION

- ## FINDINGS OF FACT

1. Respondent Steven M. McGregor's insurance agent license was revoked pursuant to the terms of the Consent Order dated February 26, 2001.

2. In addition to his agent license revocation, Respondent Steven M. McGregor agreed to relinquish all insurance agency operations relative to Respondent CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company by April 13, 2001, to licensed agents and/or agencies with which Respondent Steven M. McGregor has no ownership interest. The parties further agreed that in the event the agency and/or all insurance operations related thereto have not been transferred by April 13, 2001, the insurance agency license held by Respondent CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company shall be revoked April 13, 2001.

3. The Affidavit of Reva Vandevoorde, Market Conduct Division Supervisor, reports Respondent Steven M. McGregor did not transfer the agency and/or all insurance operations relative thereto by April 13, 2001.

4. Continued use of the d/b/a Classic Title and Escrow Company by Respondent Steven M. McGregor and/or Respondent CTC Enterprises, Inc., is deceptive and misleading to the public.

CONCLUSIONS OF LAW

1. Respondent Steven M. McGregor's failure to comply with the terms and conditions of the Consent Order dated February 26, 2001 regarding the transfer of all agency and/or all insurance operations relative to CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company, warrants immediate revocation of Respondent CTC Enterprises, Inc., d/b/a/ Classic Title and Escrow Company, insurance agency license.

ORDER

BE IT THEREFORE ORDERED the insurance agency license of CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company, is immediately revoked. Respondent Steven M. McGregor and Respondent CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company, are hereby ordered to immediately CEASE AND DESIST the use of the d/b/a Classic Title and Escrow Company.

Dated this 13th day of April, 2001.

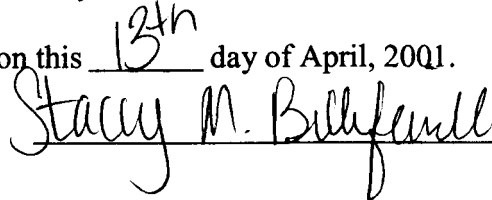
STATE OF NEBRASKA
DEPARTMENT OF INSURANCE



L. TIM WAGNER
Director of Insurance

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing Order was served upon the Respondents via facsimile at 402/496-7608 and by mailing a copy to 11920 Burt Street, Suite 170, Omaha, NE 68154 and upon Respondents' counsel, John Grant, via facsimile at (402) 341-6898 and by mailing a copy to 3717 Harney Street, Omaha, Nebraska 68131 by certified mail, return receipt requested, on this 13th day of April, 2001.



AFFIDAVIT

STATE OF COLORADO

)

CAUSE NO.: A-1427

) ss.

COUNTY OF EL PASO

)

1. Reva Vandevoorde, first duly sworn on oath, depose and state:

1. I am employed by the State of Nebraska as the supervisor of the Market Conduct Division. I worked on the market conduct examination of Classic Title and Escrow Co. which resulted in the filing of a petition in the matter of the State of Nebraska Department of Insurance vs. Steven M. McGregor and CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company, Cause No.: A-1427. Steven M. McGregor is President of CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company which is a title insurance agency licensed by the State of Nebraska Department of Insurance.
2. In order to resolve the matter prior to hearing, the Department entered into a Consent Order with Respondents on February 25, 2001. This Consent Order was adopted as the Final Order of the Nebraska Department of Insurance by Director L. Tim Wagner on February 26, 2001. A copy of the executed Consent Order is attached hereto and marked Exhibit "A."
3. Pursuant to the terms of the Consent Order, Respondent Steven M. McGregor had 45 days in which to relinquish all insurance agency operations relative to Respondent CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company, to licensed agents and/or agencies with which Respondent Steven M. McGregor has no ownership interest. The terms of the Consent Order specifically provide that in the event the agency and/or all insurance operations have not been transferred by April 13, 2001, the insurance agency license held by Respondent CTC Enterprises, Inc., d/b/a Classic Title and Escrow Company shall be revoked on April 13, 2001.
4. On April 12, 2001, I telephoned Respondents' counsel to discuss Respondent Steven M. McGregor's compliance with the Consent Order. Respondents' counsel indicated that there was no definite agreement and that it was unlikely there would be an agreement by April 13, 2001.

Exhibit "1"

Further Affiant sayeth not.

Dated this 13 day of April, 2001.

Reva Vandevoorde
Reva Vandevoorde

Subscribed and sworn to before me on this 13th day of April, 2001.

Linda M. [Signature]
Notary Public
My Commission Expires 12-18-02

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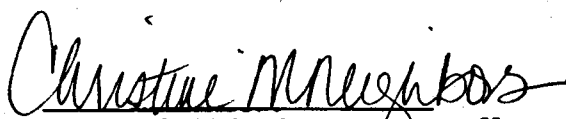
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STEVEN M. MCGREGOR


John P. Grant
Attorney for Respondents.

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County of Douglas)

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Notary Public

JOANN DALL

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